



2007

ALABAMA DEPARTMENT OF REVENUE Estimated Tax Penalties for Individuals

SEE SEPARATE INSTRUCTIONS • ATTACH TO FORM 40 OR FORM 40NR										
Name(s) as shown on tax return						our social sec	curity number			
If all of the following apply, complete Part I only. If A, B a cumstances will you be subject to both penalties A. You had income other than wages or salaries in excess of \$3,750 married filing separately); B. The amount of tax you owe (line 26 of Form 40 or line 25 of Form C. You did not pay in through withholding or estimated tax payments D. You did not make any quarterly estimated tax payments for 2007.	.00 for taxpayo 40NR) withou either 100% c	ers filing joint re	curns, or s	\$1,875.00 for single to made with extension	axpayers	s (including h	nead of family or			
PART I – Estimated Tax Penalty.										
1 Enter your 2007 net tax due after credits (line 19a of Form 40 or line 20 of Form 40NR)							00			
2 Enter the net tax due as shown on your 2006 return (line 20a of Form 40 or line 21 of Form 40NR)							00			
3 Enter all Alabama income tax withheld for 2007. If line 3 is greater than or equal to line 2, STOP, you do not owe the penalty						3	00			
 4 Total underpayment for the year. Subtract line 3 from line 1. If zero or less, stop here, you do not owe this penalty. 5 If the amount on line 4 is less than \$500.00, enter \$50.00, if not, multiply the amount on line 4 by 10% (.10) and enter the result here and on line 27 of Form 40 or line 26 of Form 40NR. This is your estimated tax penalty. 						4	00			
						5	00			
PART II – Underestimation Penalty.		1.1	0007 -		0007		d- d 04 00 00			
Section A – Required Annual Payment. Complete this section if you ma										
1 Enter your 2007 net tax due after credits from line 19a of Form 40 or l	ine 20 of Forn	m 40NR				1	00			
2 Multiply line 1 by 90% (.90)			2		00					
 3 Enter the net tax due as shown on your 2006 return (line 20a of Form 4 Alabama Income Tax Withheld for 2007. Do not include any estimated tax payments on this line 			3		00					
5 Estimated taxes paid for 2007		0								
 6 Add lines 4 and 5. Enter result here. If line 6 is greater than or equal to lines 2 or 3, STOP HERE, you do r 7 Subtract line 4 from line 1. This is your Required Annual Payment. 	not owe this pe	enalty. DO NOT								
file this form. You do not owe the penalty.						7	00			
Section B – Short Method. If your income varied during the year, you m	ay want to ca	alculate this pena	alty using	the Quarterly Method	d on pag	e 2 of this fo	rm.			
8 Required Annual Payment for 2007 (from line 7, Part II above)						8	00			
9 Estimated taxes paid for 2007 (from line 5, Part II above)			9		00					
10 Total underpayment for year. Subtract line 9 from line 8. If zero or leading to the subtract line 9 from line 8. If zero or leading to the subtract line 9 from line 8.	ess, stop here	e; you do not ow	e the per	alty		10	00			
11 Multiply line 10 by .06						11	00			
 If the amount on line 10 was paid on or after 4/15/08, enter -0 If the amount on line 10 was paid before 4/15/08, make the follow Amount on Number of days paid line 10 X before 4/15/08 X 				enter on line 12.		12	00			

13 Penalty. Subtract line 12 from line 11. Enter the result here and on line 27 of Form 40 or line 26 of Form 40NR

00

13



		Payment Due Dates						
Se	ction C – Figure Your Underpayment Using the Quarterly Method		(a) 4/15/07	(b) 6/15/07	(c) 9/15/07	(d) 1/15/08		
14	Required installments. If you choose to use the Annualized Income Installment							
	Method, enter the amounts from Schedule AI, line 25. Otherwise, enter 25% (.25) of							
	Part II, Section A, line 7, Form 2210AL, in each column	14						
15	Enter estimated tax paid for each quarter. For column (a) only, enter the amount							
	from line 15a on line 19a. If line 15 is equal to or more than line 14 for all payment							
	periods, stop here; you do not owe the penalty. Do not file Form 2210AL	15						
	mplete lines 16 through 22 of one column before going to the next column.							
	Enter amount, if any, from line 22 of previous column	16						
	Add lines 15 and 16	17						
	Add amounts on lines 20 and 21 of the previous column	18						
	Subtract line 18 from line 17. If zero or less, enter -0	19						
	If the amount on line 19 is zero, subtract line 17 from line 18. Otherwise, enter -0	20						
21	Underpayment. If line 14 is equal to or more than line 19, subtract line 19 from							
	line 14. Then go to line 16 of next column. Otherwise, go to line 22 ▶	21						
22	Overpayment. If line 19 is more than line 14, subtract line 14 from line 19. Then							
	go to line 16 of next column	22						
Fig	ure the Penalty (Complete lines 23 through 26 of one column before going to the next col	umn.)					
Ξ	April 16, 2007 - December 31, 2007		4/15/07	6/15/07	9/15/07			
Rate Period 1	23 Number of days from the date shown above line 23 to the date the amount on		Days:	Days:	Days:			
Pe	line 21 was paid or 12/31/07, whichever is earlier	23						
ate	24 Underpayment X No. of days on line 23 X .06							
<u> </u>	on line 21 366▶	24	\$	\$	\$			
22	January 1, 2008 - April 15, 2008		12/31/07	12/31/07	12/31/07	1/15/08		
Rate Period 2	25 Number of days from the date shown above line 25 to the date the amount on		Days:	Days:	Days:	Days:		
Pe	line 21 was paid or 4/15/08, whichever is earlier	25						
3ate	26 Underpayment X No. of days on line 25 X .06							
	on line 21 366▶	26	\$	\$	\$	\$		
27	Penalty. Add all amounts on line 24 and 26 in all columns. Enter the total here and on F	-orm	40, line 27; or Fori	n 40NR, line 26	▶ 27	\$.00		
SC	CHEDULE AI – Annualized Income Installment Method.		(a) 1/1/07-3/31/07	(b) 1/1/07-5/31/07	(c) 1/1/07-8/31/07	(d) 1/1/07-12/31/07		
Λni	nualized Income Installments		1/1/07-3/31/07	1/1/07-5/31/07	1/1/07-0/31/07	1/1/07-12/31/07		
	Enter your adjusted gross income for each period (see instructions)	4						
	Annualization amounts.	2	4	0.4	1.5	4		
	Annualized income. Multiply line 1 by line 2.	3	4	2.4	1.5	1		
	Enter your itemized deductions for the period shown in each column. If you do not	<u>ა</u>						
4	itemize, enter -0- and skip to line 7	4						
5	Annualization amounts.	5	4	0.4	1 5	1		
	Multiply line 4 by line 5. If lines 4-6 are completed, skip to line 8.	6	4	2.4	1.5	1		
	In each column, enter the full amount of your standard deduction from Form 40,	- 0						
'	line 11 (Form 40NR filers, enter -0-).	7						
Ω	Enter the larger of line 6 or line 7.	8						
	Subtract line 8 from line 3.	9						
	In each column, enter the federal tax liability deduction from Form 40 or Form 40NR	10						
	Subtract line 10 from line 9	11						
	In each column enter the personal and dependent exemptions from your tax return	12						
	Subtract line 12 from line 11	13						
	Figure your tax on the amount on line 13.	14						
	For each period, enter the same type of credits as allowed on Form 40 or Form 40NR.	15						
	Subtract line 15 from line 14. If zero or less, enter -0	16						
	Applicable percentage	17	22.5%	45%	67.5%	90%		
	Multiply line 16 by line 17.	18		.575	3,0	33,3		
	ution: Complete lines 19-25 of one column before going to the next column.							
	Add the amounts in all previous columns of line 25	19						
	Subtract line 19 from line 18. If zero or less, enter -0	20						
	Enter 25% (.25) of line 7, page 1, Part II, Section A of Form 2210AL in each column	21						
	Enter amount from line 24 of the previous column of this schedule	22						
	Add lines 21 and 22 and enter the total	23						
	Subtract line 20 from line 23. If zero or less, enter -0	24						
	Enter the smaller of line 20 or line 23 here and on Form 2210AL Section C. line 1/1	25						